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CENTRAL INTELLIGENCE GROUP

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b) Source believes, however, that the Lignose Sprengstoffwerks will encounter no difficulty in securing toluch. Investigation of the Fahlberg-List AG at Magdeburg, which produces saccharine from a pure toluch base, revealed that this plant's production had almost come to a standstill. Its scheduled output of forty-five tons of saccharine during the second quarter of 1946 will not be met, because the entire toluch production by Buna at Schkopau has been earmarked for the explosives industry in the Russian Zone.

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Beginning 1 November 1946, sixty percent of the explosives produced by the Lignose Sprengstoffwerke was to be delivered to the Scviet Army and forty percent to be allocated to civilian activities, such as mining.

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- a) The SMA has ordered the Lignose Sprengstoffwerke to maintain its output at 1,200 tons per quarter during 1947, and has also ordered all other branches of industry to cut down their use of glycerin. Plant directors maintain that Their production for the past quarters is "completely illusory" since there was insufficient glycerin available.
- b) Various people in the German Central Administration for Industry are of the opinion that the required amounts of glycerin will not be made available through the newly ordered cut at other factories. They believe that the SMA may obtain glycerin from Switzerland in exchange for glycerin substitutes, which are to be produced by Rubach and Zirrgiebel in Berlin, Pallizadenstrasse 93. Necessary raw materials, such as sugar and syrup, have already been delivered to the latter concerts.

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